

U.S. Department of Justice

United States Trustee, Region 10 Central & Southern Districts of Illinois Northern & Southern Districts of Indiana

555 One Michiana Square Bldg.

574/236-8/05 FAX 574/236-8163

100 East Wayne Street

South Bend, Indiana 46601

Office of the United States Trustee - Region 10 South Bend, Indiana

Monthly Report for Debtors-in-Possession and Chapter 11 Trustees

Each month all Chapter 11 debtors must file two copies of this report with the Bankruptcy Clerk. The report must be filed with the attached reports identified below, ready for distribution to the U.S. Trustee no later than the 15th day of the month following the end of the calendar month covered by this report.

Debtor ?	Name: N <u>EW 3Choonebeely W</u>	\simeq (I) For the month ended: $_$	304: 60100
Case Nu	amber: <u>00-34327</u>	_ Date Bankruptcy filed:	Sept 8 2009
Require	d Documents:	Attached	Previously Submitted
	Monthly Income Statement (P&L)	<u>×</u> _	
2.	Monthly Cash Flow Report (CF; 3 pages)		
3.	Statement of Operations	_X_	
4.	Other reports/documents as required by the U.S. Trustee	X_	
The und	dersigned certifies under penalty of perjuits complete, true and correct to the best of	ry that the information contained of my knowledge, information, a	in this and accompanying nd belief.
Ву	Harry Bohel	Dated: 2-/5-7010	
	Owner (Title)	Debtor's telephone number 26	× -571 - 3940
Reports	s prepared by: loura (acce (Name)	custant) + Olor	rak (Harry Behel)



Oprept REV.September 3, 1992

U.S. Department of Justice

United States Trustee, Region 10
Central & Southern Districts of Illinois
Northern & Southern Districts of Indiana

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Office of the United States Trustee - Region 10 South Bend, Indiana

	Statement of Operations
	for the Month endedOn 2010
Debtor I	Name: New Schoonebach Dairy, LC
	mber: <u>09-34327</u>
1. V	What efforts have been made toward the presentation of a plan to creditors? Make updated budget with Plan almost finished. Finish agreement with lease (omp
2. H	Man almost finished. Finish agreement with Eccise (omplas the Debtor in possession made any payments on the pre-petition unsecured debt since g of the bankruptcy?
	NO
	YES; If yes, then identify to whom the payment was made, the date paid, and the amount(s).
3. P	rovide a brief narrative covering any significant events which occurred this past month.
4. L What an	ist the face value of accounts receivable as of the date that the bankruptcy was filed: \$ nount of these receivables is considered uncollectible? \$
5. If following	assets have been sold this month in other than the ordinary course of business, provide the information:
a.	assets(s) sold
ъ.	date of sale
c.	sales price
d.	net amount received

6.	List payments made to principals, executives, or insiders (this includes draws or cash
withd	rawals by individuals or partners, dividends, lease payments on property owned by insider,
loans,	, gross salaries, etc.)

Type of Policy LUORLURS Comp. and Em	doyees liability 2/25/2010 60 2/25-2011
Rest Same From	Same from
last months.	before.

Has any insurance coverage either been reduced or allowed to lapse during this month? If so, explain what changes have taken place.

If any insurance coverage will expire within 60 days from this report, explain what steps are being taken to renew existing policies or to acquire new insurance coverage. Provide the United States Trustee with a new certificate.

8. Schedule of changes in personnel.

•	power or enables in belonging	Full Time	Part Time
a.	Total number of employees at beginning of this period.	21	_1_
b.	Number hired during this period.	1	
c.	Number terminated or resigned.	2	<u>—</u>
d.	Total number of employees on payroll at the end of this period.	<u>20</u>	
	Oprept REV.September 3, 1992		

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OFFICE OF THE U.S. TRUSTEE - REGION 10

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JUNE MANUAL

	for the month ended VAIIL	AUIS 2010	
Debtor Name 1	lew Schoone beek Di	aint, LC	
Case Number			1
Reconciled bank balant (If this is the first report, petition date.)	e and cash on hand from last month insert the cash balance as of the		[37894)
CASH RECEIPTS		622,438	
from cal from col from col from col from col	sh sales/receipts lection of pre-petition receivables lection of post-petition receivables ins institutions to capital or from gifts selpts (itemize on a separate sheat) ITAL RECEIPTS (Do not include beginn) bank bala	ng	<u> </u>
CASH DISBURSEME	NTS	· ~0H0/s	
ins	rentory purchases .	SOTOD	
* ne	payments to officers/owners	<u>-5000</u>	
► na	t payments to other employees	28.481	
re	nt payments	50000	
188	ase payments	70114015	
m	ortgage or note payments	44400	
ac	lequate protection payments		
	SUMANCE	5702	
	liibes/telephone	7209	
	x payments		
	pplies	_ <u></u>	
QI.	itside labor	_ : 	
tr	evel/entertainment		
*** p:	ayments to attorneys	17.50	
Pi	ayments to accountants ayments to other professionals		
	S. Trustee Quarterly Fee		
Ü	her expanses (itemize on separate sh	eet 357,694	<0-02 J
9	TOTAL DISBURSEMENTS		20202
	I WINC DIODURGEMENT		585834 36,604
R.	ET CASH FLOW (Total Recolpts minus	Total Disbursements)	30,00
"	mt menters man a frame control of		(LOGA)
Bank Balance and ca	sh on hand at the end of the month		<u>(010)</u>

This figure is the actual cash paid. i.e. gross payroll

less taxes withheld

This figure comes from page 2 of this form Attach a copy of the court order authorizing such payments

New Schoonebeek Dairy, LLC Monthly Cash Flow Report - Detail of Other Expenses

Other Expenses:			
Animal health			46,235
Bank charges			1,631
Bedding			7,393
Breeding	. :		3,160
Custom hire			5,683
Feed		•	229,054
Fuel	• •		15,005
Milk hauling			8,795
Interest			11,865
Marketing			13,301
Misc			25
Repairs			15,547
•		\$	357,694

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for the month ended January 2010 OFFICE OF THE U.S. TRUSTEE - REGION 10 MONTHLY CASH FLOW REPORT

	ENDING TAX LIABILITY	161.00 20.7502 20.7502 20.7502 1.210.40	3490.74	
5	AMOUNT	339.00 2230.44 2230.44 2250.44	2418.46 2418.46 7209.34	
	AMOUNT WITHHELD OR ACCURED	100,00 2027,70 2027,70 100,00 142110,40	vithholding 4384,40 1524,74 vithholding 4384,40 1524,74 sales sxclse Inemployment other other other sal property bersonal property bersonal property bersonal property bersonal property the Subtotal 4384.40 TOTAL TAXES PAID - from a. & b. above (this sum is to be listed on page 1, as tax payments)	Explain the reason for any past due post-petition taxes:
ES	BEGINNING TAX LIABILITY	22.30.94 22.30.94 22.30.94 27.30.98	vithholding 4384,40 sales sxcise sxcise sales sxcise sales sales	on for any past du
STATUS OF TAXES		**Withholding **FICA-employee **FICA-employer unemployment income other - list a. Subtotal	withholding sales excise unemployment other real property personal property other list b. Subtotal b. Subtotal (this sum is to be list	Explain the reas

"Attach photocopies of IRS Form 5123 of your FTD coupon and payment receipt to verify payments or deposits.

'the beginning tax liability should represent the liability from the prior month or, if this is the first operating report, this should be zero

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OFFICE OF THE U.S. TRUSTEE - REGION 10

MONTHLY INCOME STATEMENT

As of January 2010

Debtor Name YEAR TO Case Number CURRENT DATE MONTH INCOME Gross Receipts or Sales less: returns or allowances Cost of Goods Beginning Inventory **Purchases** Other Costs (list) less: ending inventory Cost of Goods Sold **Gross Profit** Interest Rents Gain (Loss) from sale of property Other Income 622.43B Total Income GENERAL AND ADMINISTRATIVE EXPENSES Compensation of Officers :: Salaries & Wages Repairs & Maintenance Supplies Bad Debts Rents Payroll Taxes Other Taxes Interest Expense Depreciation Insurance Travel & Entertainment Utilities & Telephone Professional & Legal Other Expenses (Attach Schedule) Total Expenses Net Profit (Loss)

p.9 **P.006/017**

New Schoonebeek Dairy, LLC Monthly Income Statement - Detail of Other Expenses

Other Expenses:	January	
Animal Health	46,235	
Bank charges	1,631	
Bedding	7,393	
Breeding	3,160	
Custom Hire .	5,683	
Feed	229,054	
Fuel	15,005	
Milk Hauling	8,795	
Marketing	13,301	
Misc	25	
•	\$ 330,282	

PRELIMINARY

NEW SCHOONEBEEK DAIRY, LLC

FINANCIAL INFORMATION JANUARY 31, 2010

NEW SCHOONEBEEK DAIRY, LLC

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NEW SCHOONEBEEK DAIRY, LLC

PRELIMINARY

BALANCE SHEET JANUARY 31, 2010

ASSETS

CURRENT ASSETS:	_	
Commodity receivables	\$	102,053
Other receivables		28,818
Inventory	·	179,587
TOTAL CURRENT ASSETS		310,458
PROPERTY AND EQUIPMENT - AT COST:		
Buildings		13,495
Land improvements		160,843
Machinery and equipment		1,110,872
Dairy livestock	·	3,075,392
TOTAL PROPERTY AND EQUIPMENT - AT COST		4,360,602
Accumulated depreciation		(632,930)
TOTAL PROPERTY AND EQUIPMENT - AT COST	_	3,727,672
OTHER ASSETS:		
Investments in cooperatives - net of reserve		196,071
Loan fees - net of amortization	_	<u>4,856</u>
TOTAL OTHER ASSETS		200,927
TOTAL ASSETS	-	4,239,057
ILFIEL BUULIU		



NEW SCHOONEBEEK DAIRY, LLC



BALANCE SHEET JANUARY 31, 2010

LIABILITIES AND MEMBER'S EQUITY (DEFICIT)		
LIABILITIES NOT SUBJECT TO COMPROMISE		
Current liabilities		
Bank float	\$	690
	•	47,783
Accrued payroll taxes and wages		139,616
Accounts payable		
Notes payable - Rabo AgriFinance		2,812,867
Current portion of deferred revenue		108,000
TOTAL LIABILITIES NOT SUBJECT TO COMPROMISE		3,108,956
LIABILITIES SUBJECT TO COMPROMISE		
Current liabilities		-
Accounts payable		434,632
Forage payable		690,981
Accrued interest		37,740
Accrued expenses		873,000
Total current liabilities		2,036,353
Subordinated debt		554,478
TOTAL LIABILITIES SUBJECT TO COMPROMISE		2,590,831
DEFERRED REVENUE		35,058
TOTAL LIABILITIES	_	5,734,845
MEMBER'S EQUITY (DEFICIT)		(1,495,788)
TOTAL LIABILITIES AND MEMBER'S EQUITY (DEFICIT)	<u>\$</u>	4,239,057

NEW SCHOONEBEEK DAIRY, LLC

PRELIMINARY

STATEMENT OF INCOME FOR THE ONE MONTH ENDED JANUARY 31, 2010

REVENUE FROM OPERATIONS:		
Milk	\$	514,203
Cull cow revenue		19,915
Other income		28,000
TOTAL REVENUE FROM OPERATIONS		562,118
ODERATING COOPS AND EVERNORS.		
OPERATING COSTS AND EXPENSES:		500
Amortization		500
Animal health		45,485
Bank charges		1,631
Bedding		6,37B
Breeding		4,900
Cull cow expense		52,651
Custom hire		5,935
Depreciation		18,000
Feed		290,536
Fuel		15,005
Hauling and trucking		8,227
Interest		15,378
Wages, contract labor, benefits and taxes		73,292
Marketing		9,154
Miscellaneous		. 25
Professional fees		1,750
Repairs and maintenance		19,068
Rent		51,014
Supplies		5,686
Utilities		5,793
TOTAL OPERATING COSTS AND EXPENSES		630,408
INCOME (LOSS) FROM OPERATIONS		(68,290)
OTHER INCOME (EXPENSE):		
Legal and accounting fees		(6,500)
Gain on sale - leaseback	-	9,000
TOTAL OTHER INCOME (EXPENSE)		2,500
NET INCOME (LOSS)	\$	(65,790)

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NEW SCHOONEBEEK DAIRY, LLC

STATEMENT OF CHANGES IN MEMBER'S EQUITY (DEFICIT) FOR THE ONE MONTH ENDED JANUARY 31, 2010

MEMBER'S EQUITY (DEFICIT), BEGINNING OF THE PERIOD	\$ (1,424,998)
--	----------------

Net income (loss) (65,790)

Member's withdrawals (5,000)

\$ (1,495,788) MEMBER'S EQUITY (DEFICIT), END OF THE PERIOD

PRELIMINARY

SUPPLEMENTARY INFORMATION

NEW SCHOONBEEK DAIRY, LLC

PRELIMINARY **SCHEDULE OF FEED INVENTORY** FOR THE ONE MONTH ENDED JANUARY 31, 2010

Corn Silage 2008	Beginning Balance	Feed <u>Delivered</u>		Feed <u>Used</u>		<u>Shrink</u>		lalance at 1/31/2010
Tons	2,750	_						2.750
Amount/ton	\$ 44.31	\$ -	æ	-	•	-	•	2,750
			\$		<u>\$</u> _		\$	44.31
Total Dollars	<u>\$ 121,856</u>	\$ -	<u>\$</u>		\$		<u>\$</u>	121,856
Haylage 2nd cutti	ng 2009							•
Tons	863	-		310		16		537
Amount ton	\$ 55.40	\$ -	\$	55.40	\$	55.40	\$	55.40
Total Dollars	\$ 47,811	<u>\$</u>	\$	17,174	\$	886	\$	29,751
Haylage 3rd cuttir	ng 2009							
Tons	1,005	_		310		16		679
Amount/ton	\$ 41.21	\$ -	\$	41.21	\$	41.21	\$	41.21
Total Dollars	\$ 41,413	\$ -	\$	12,774	\$	659	\$	27,980
Totals	\$ 211,080	\$ -	Š	29,948	\$	1,545	\$	179,587
	211,000	<u>*</u>	<u>~</u>	20,040	<u> </u>	1,040	Ψ	179,307
Summary of Forag	es Used:			<u>Used</u>		Shrink		<u>Total</u>
Haylage 2009			\$	29,948	\$	1,545	\$	31,493
			\$	29,948	\$	1,545	\$	31,493

PRELIMINARY

SCHEDULE OF INCOME AND EXPENSES PER CWT OF MILK PRODUCED AND PER COW PER DAY

NEW SCHOONEBEEK DAIRY, LLC

	NEW SC FOR T	NEW SCHOONEBEEK DAIRY, LLC FOR THE ONE MONTH ENDED	ĄIRY, LLC I ENDED	NEW SCI	NEW SCHOONEBEEK DAIRY, LLG PREVIOUS YEAR ENDED	JRY, LLG DED	NI DAIRY AVE	NIETZKE & FAUPEL, PC DAIRY AVERAGES - NINE MONTHS ENDED	, PC
Quantity of milk in cwg	7	JANUARY 31, 2010 30,512		미	DECEMBER 31, 2009	8	&)	SEPTEMBER 30, 2009	600
Average number of cows milked per day		1,520			1,515			1621	ŕ
Pounds of milk per cow per day		. 59			92			22	
NUMBER OF CUIT COWS		28			621			523	
Annualized herd turnover rate Average cows on farm for the period		18.74%			32.79%			34.28%	
					\$ 10°			2,040	
Breakeven milk orlee		2 20 20 20 20 20 20 20 20 20 20 20 20 20			365				
Breakeven milk production per cow per day								4 (0.8)	
REVENUE FROM OPERATIONS:	AMOUNT	PRODUCED	PERDAY	AMOUNT	PRODUCED	PER DAY	AMOUNT	PRODUCED	PER COW
Mik	\$ 514,203	\$ 16.85	5 9.43	5 5,808,102	\$ 13.97	S 8.40	\$ 4215494	13.06	2 2 57
Livestock revenue	r	•	•	49,048	0.12	0.07			
Cull cow revenue	19,915	0.65	0.37	174,983	0.42	0.25	221,142	0.69	0.40
Other micenie TOTAL REVENUE FROM OPERATIONS	562,118	18.42	10.31	6.539.368	15.73	0.73	110,995	16.53	0.20
OPERATING COSTS AND EXPENSES:									
Amortization	7005	0	6	40 484		2		4	
Animal health	45.485	149	200	18,43, 80,482	1 36 t		00430 178 AR	20.0	20.0
Bank charges	1,631	0.05	800	00000 00000 00000	200	0.02	10101	G o	26.0
Bedding	6.378	0.21	0.25	25.00 86.0 20	20.0	200	4, 100	20.0	0.0
Graeding	4,900	0.16	60 D	66.521	0.16	5	40,400	2.0	60.0
Cull cow expense	52,651	1.73	0.97	1,156,490	2.78	1.67	980 173	40.6	1.76
Custom hire	5,835	0.19	0.11	157,163	0.38	0.23	97,158	06.0	0.17
Depreciation	18,000	0.59	0.33	201,161	0.48	0.29	352,309	1.09	0.83
Feed	290,536	9.52	5.33	3,758,748	9.04	5.44	2,580,513	8.03	4.65
Fuel	15,005	0.49	0,28	149,498	0.36	0.22	72,521	0.22	0.13
Hauling - milk	8,227	0.27	0.15	105,978	0.25	0.15	93,225	0.29	0.17
เกรมเลทด	•		•	23,952	0.13	0.08	40,079	0.12	0.07
Interest	15.378	0.50	0.28	217,623	0.52	0.31	265,047	0.82	0.48
Wages, contract labor, benenis & laxes	73,292	2.40	<u>ਨ</u>	835,005	2.01	1.21	508.014	1.67	0.91
Marketing	9,154	0.30	0.17	124,768	0.30	0.18	84,439	0.26	0.15
Mscellaneous	23	•	•	2,910	10.0	•	7.533	0.02	0.01
Professional faes	1,750	90'0	0.03	53,179	0.13	90'0	37,872	0.12	0.07
Repairs & maintenance	19,088	0.62	0.35	173,286	0.42	0.25	101,131	0.31	0.18
Rent	51,014	1.67	0.94	896,954	2.18	1.30	148,216	0.46	0.27
Supplies	5,686	0.19	0.10	83,134	0.20	0.12	152,097	0.47	0.27
Taxes	• 5	,	' ;	23,010	0.06	0.03	22,786	0.07	0.04
Utilies Total Operating Costs and Expanses	5.793	0.19	11.0	120.249	0.29	0.17	91,914	0.28	0.17
TOTAL OPERATING COSTS AND EAPENSES		20.85	11.57	6,970,145	21.33	12.83	5,924,095		10.64
INCOME (LOSS) FROM OPERATIONS	\$ (68.290)	\$ (2.23)	(1.26)	\$ (2,330,776)	(5.60)	3.38	\$ (1.235.370)	3 (3.81)	\$ (2.22)

See Accountants Compitation Report.

Certificate of Service

The undersigned hereby certifies that a true and correct copy of the foregoing document was sent to:

Nancy J. Gargula
One Michiana Square Building
Suite 555
100 East Wayne Street
South Bend, IN 46601-2349

Alex Edgar 100 E Wayne Street One Michiana Square RM 555 South Bend, IN 46601

by first-class mail, postage fully prepaid on this the 16th day of February, 2010.

R. William Jongs J